

FY14-19 PUBLIC SERVICES PROGRAM: FISCAL PLAN

Department of Liquor Control

FISCAL PROJECTIONS	FY13 ESTIMATE	FY14 REC	FY15 PROJECTION	FY16 PROJECTION	FY17 PROJECTION	FY18 PROJECTION	FY19 PROJECTION
ASSUMPTIONS							
Indirect Cost Rate	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%	10.00%
CPI (Fiscal Year)	2.3%	2.3%	2.4%	2.7%	3.2%	3.5%	3.7%
Investment Income Yield	0.16%	0.19%	0.36%	0.75%	1.35%	1.80%	2.15%
BEGINNING FUND BALANCE	215,825	3,186,353	3,024,478	4,070,162	4,133,253	4,204,833	4,283,530
REVENUES							
Licenses & Permits	1,575,000	1,575,000	1,575,000	1,575,000	1,575,000	1,575,000	1,575,000
Charges For Services	8,740	8,740	8,740	8,740	8,740	8,740	8,740
Fines & Forfeitures	220,560	220,560	220,560	220,560	220,560	220,560	220,560
Miscellaneous	74,160,000	74,249,675	75,754,669	77,269,362	78,814,349	80,390,236	81,997,641
Subtotal Revenues	75,964,300	76,053,975	77,558,969	79,073,662	80,618,649	82,194,536	83,801,941
INTERFUND TRANSFERS (Net Non-CIP)							
Transfers To The General Fund	(22,297,140)	(20,891,294)	(20,425,343)	(21,457,828)	(21,729,994)	(21,954,811)	(22,141,456)
Indirect Costs	(2,512,740)	(2,529,450)	(2,637,420)	(2,668,950)	(2,668,950)	(2,668,950)	(2,668,950)
Earnings Transfer	(19,400,000)	(18,085,880)	(17,560,838)	(18,788,878)	(19,061,044)	(19,285,861)	(19,472,506)
TOTAL RESOURCES	53,882,985	58,349,034	60,158,104	61,685,996	63,021,908	64,444,558	65,944,015
PSP OPER. BUDGET APPROP/ EXP'S.							
Operating Budget	(42,293,512)	(44,162,156)	(44,612,446)	(45,642,836)	(46,780,556)	(48,009,256)	(49,331,676)
Debt Service: Other (Non-Tax Funds only)	(8,403,120)	(11,162,400)	(11,160,400)	(11,164,400)	(11,161,400)	(11,159,400)	(11,159,400)
Labor Agreement	n/a	0	(1,079,710)	(1,394,952)	(1,394,952)	(1,394,952)	(1,394,952)
Annualizations and One-Time	n/a	n/a	425,000	425,000	425,000	425,000	425,000
FRI Retiree Health Insurance Pre-Funding	n/a	n/a	56,910	130,450	194,620	276,360	389,700
FRI ERP Warehouse			479,644	479,644	479,644	479,644	479,644
FRI POS			(800)	(1,600)	(2,400)	(3,200)	(4,000)
FRI Retail Store Leases	n/a	n/a	(196,140)	(384,049)	(577,031)	(775,224)	(978,768)
Subtotal PSP Oper Budget Approp / Exp's	(50,696,632)	(55,324,556)	(56,087,942)	(57,552,743)	(58,817,075)	(60,161,028)	(61,574,452)
TOTAL USE OF RESOURCES	(50,696,632)	(55,324,556)	(56,087,942)	(57,552,743)	(58,817,075)	(60,161,028)	(61,574,452)
YEAR END FUND BALANCE	3,186,353	3,024,478	4,070,162	4,133,253	4,204,833	4,283,530	4,369,563
END-OF-YEAR RESERVES AS A PERCENT OF RESOURCES	5.9%	5.2%	6.8%	6.7%	6.7%	6.6%	6.6%

Assumptions:

1. These projections are based on the Executive's Recommended budget and include the revenue and resource assumptions of that budget. The projected future expenditures, revenues, and fund balances may vary based on changes not assumed here to fee or tax rates, usage, inflation, future labor agreements, and other factors.
2. Fund Balance Policy equals one month's operating expenses, one payroll, and \$1,500,000 for inventory in cash balance.
3. Operating budget expenditures grow with CPI.
4. Net profit growth is estimated at 3.25% per year.